

FIRST NATIONAL CORPORATION

	CPP Disbursement Date 03/13/2009	RSSD (Holding Company) 1076123	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$552	\$544	-1.5%		
Loans	\$443	\$435	-1.8%		
Construction & development	\$55	\$53	-4.5%		
Closed-end 1-4 family residential	\$77	\$79	2.0%		
Home equity	\$42	\$43	3.1%		
Credit card	\$0	\$0			
Other consumer	\$14	\$13	-6.5%		
Commercial & Industrial	\$49	\$37	-23.3%		
Commercial real estate	\$179	\$178	-0.5%		
Unused commitments	\$46	\$53	15.8%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$36	\$37	3.8%		
Asset-backed securities	\$0	\$0			
Other securities	\$24	\$23	-4.5%		
Cash & balances due	\$15	\$16	6.8%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$489	\$487	-0.4%		
Deposits	\$464	\$464	-0.1%		
Total other borrowings	\$20	\$20	-0.1%		
FHLB advances	\$20	\$20	0.0%		
Equity					
Equity capital at quarter end	\$63	\$57	-10.0%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$14	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	11.4%	10.4%	--		
Tier 1 risk based capital ratio	13.6%	12.8%	--		
Total risk based capital ratio	14.8%	14.1%	--		
Return on equity ¹	7.4%	-39.4%	--		
Return on assets ¹	0.8%	-4.4%	--		
Net interest margin ¹	3.9%	4.3%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	83.5%	140.5%	--		
Loss provision to net charge-offs (qtr)	76.6%	543.5%	--		
Net charge-offs to average loans and leases ¹	0.3%	1.5%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	2.9%	11.0%	0.0%	1.3%	--
Closed-end 1-4 family residential	0.6%	0.7%	0.3%	0.0%	--
Home equity	1.2%	1.0%	0.0%	0.1%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.1%	0.0%	0.5%	0.6%	--
Commercial & Industrial	0.5%	0.0%	0.1%	0.1%	--
Commercial real estate	3.0%	2.6%	0.0%	0.5%	--
Total loans	1.9%	2.6%	0.1%	0.4%	--